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29 June 1956

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MEMORANDUM FOR THE RECORD

SUBJECT : Amendment No. 9, Contract No. A-101, with the Rame-Wouldridge Corporation - Project [REDACTED] (AQUATONE)

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1. This memorandum contains a recommendation submitted for approval of the Director of Central Intelligence. Such recommendation is set forth in Paragraph 5.

2. Contract No. A-101 and Amendment Nos. 1 through 8 thereunder provide for the research and development and production in connection with the several electronic systems and supporting equipment being procured for AQUATONE. Amendment No. 9 will complete the major portion of procurement under Contract No. A-101. Remaining procurement will be directed primarily for readjustments of production quantities now on order and for spare parts and additional ground evaluation equipment for System 4, requirements for which are not definitized as yet. Some additional research and development may also be necessary for the several systems in the event presently obligated amounts prove to be insufficient. Auxiliary items of equipment to support the primary electronic systems will also be required. Further funding will be with FY 1957 funds. The Office of Communications will also have further requirements under this contract for Project [REDACTED] but such funding will not be from AQUATONE funds. Additional funding will be required from AQUATONE funds for retrofit, modification and for overhaul and repair of the several electronic systems in FY 1957.

3. Amendment No. 9 adds \$1,226,950 to Contract No. A-101, of which \$1,208,828 are AQUATONE funds and \$18,122 are Department of the Air Force funds. The new contract total, including Amendment No. 9, is \$11,637,361 (including fee) of which \$10,691,064 are AQUATONE funds, \$928,175 are Communications funds and \$18,122 are Department of the Air Force funds.

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4. It is anticipated that considerable additional procurement for the Department of the Air Force will be initiated in the future under this contract. Department of the Air Force funds are available for this purpose and the Department of the Air Force initial requirements have been made known to the Project.

5. Approval of the DCI of signature of Amendment No. 9 by the authorized Project Contracting Officer is recommended.

RICHARD M. HISSKELL, JR.
Project Director

Attachments:2
Amendment No. 9 Computations
Funding

Recommendation of Paragraph 5
APPROVED

ALLEN W. DULLES
Director of Central Intelligence

CONCURRENCES:

General Counsel

Project Comptroller

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6 - Proj Reading

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SECRETCopy 5 of 6**ATTACHMENT No. 1****CONTRACT NO. A-101
AMENDMENT NO. 9 COMPUTATIONS**

Based On
Schedule (Revised May, 1956)
and Appendix No. 1 and Change Order No. 1, Thereto

<u>ITEM</u>	<u>AMEND. NO. 8</u>	<u>CHANGES</u>	<u>AMEND. NO. 9</u>	<u>TOTALS</u>
A. 1a2	545,023	0	545,023	
A. 3	389,088	0	389,088	
				934,111
B. 1	1,360,144	386,834	1,746,978	
B. 2	2,459,463	0	2,459,463	
B. 3	420,189	0	420,189	
				4,626,630
C. 1	482,093	103,145	585,238	
C. 2	265,142	0	265,142	
C. 3	43,432	0	43,432	
				893,812
D. 1	1,438,097	200,000	1,638,097	
D. 2	1,250,000	0	1,250,000	
				2,888,097
E. 1	252,254	0	252,254	
E. 2	265,214	16,741	281,955	
				534,209
F. 1 aab	77,279	0	77,279	
F. 1 c	25,000	16,721	41,721	
F. 2 a	50,000	53,400	103,400	
F. 2 b	0	75,000	75,000	
				297,400

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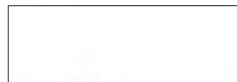
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ITEM	AMEND NO. 8	CHANGES	AMEND. NO. 9	TOTALS
G. 1	10,470	0	10,470	
G. 2	11,436	0	11,436	
				21,906
H. 1	190,912	0	190,912	
H. 2	0	240,000	240,000	
H. 3	0	41,600	41,600	
H. 4	0	0	0	
				472,512
I. 1	9,362	0	9,362	
I. 2	18,700	0	18,700	
				28,062
J. 1	2,695	0	2,695	
J. 2	0	0	0	
J. 3	0	0	0	
J. 4	0	0	0	
				2,695
K. 1	0	0	0	
K. 2	35,000	0	35,000	
K. 3	0	0	0	
K. 4	0	0	0	
				35,000
L. 1	0	0	0	
L. 2	0	0	0	
L. 3	0	0	0	
				0
M. 1	16,015	0	16,015	16,015
	<u>\$ 9,617,008</u>	<u>\$ 1,133,441</u>	<u>\$ 10,750,449</u>	<u>\$ 10,750,449</u>

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ATTACHMENT No. 2

FUNDING


Additional Obligation Required:

Amendment No. 9

Cost	\$ 1,133,441
Fee at 8.25%	93,509
TOTAL	\$ 1,226,950

* Dept. of the Air Force Funds - \$18,122
AQUATONE Funds

18,122
\$ 1,208,828

* Dept. of the Air Force letter of 7 June 1956 to the Project Director,
APOIN-1A3, signed  Colonel, USAF.

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